

Message Text

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PAGE 01 STATE 264309
ORIGIN EA-12

INFO OCT-01 ISO-00 EB-08 INR-07 /028 R

DRAFTED BY EA/K:BPORTER:JCM

APPROVED BY EA/K - MR. RICH

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R 040223Z NOV 77

FM SECSTATE WASHDC

TO AMEMBASSY SEOUL

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E.O. 11652: N/A

TAGS: ECON, BENC, XMB, KS

SUBJECT: HYUNDAI INTERNATIONAL PROJECT GUARANTEES

REF: SEOUL 9288

1. ACCORDING TO EX-IM (HEIDRICH), ISSUE OF "ROK"
VS. KEB OR KDB GUARANTEES ON LOANS STILL OF SOME CONCERN
BUT REQUIREMENT FOR ROK GUARANTEE IS NOT RPT NOT TO BE
CONSIDERED FIRM EX-IM BANK POLICY AS OF NOW. EX-IM'S
IMMEDIATE CONCERN ON HYUNDAI MACHINERY PLANT CENTERS
ON DETAILS OF PROJECT, EXTERNAL FINANCING AND
HYUNDAI INTERNATIONAL'S FINANCIAL POSITION. AS
EXAMPLE, HEIDRICH CITED APPARENT CONFLICT WITH FIGURE
OF DOLS 60 MILLION EXPORT VALUE FOR EQUIPMENT GIVEN IN
HARNISCHFEGGER'S PRELIMINARY APPLICATION, AND FIGURE
OF DOLS 30 MILLION GIVEN BY EPB FOR SAME EQUIPMENT.

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2. ACCORDINGLY, IN LETTER TO HYUNDAI PRESIDENT CHUNG
DATED OCTOBER 4, HEIDRICH RECOMMENDED HYUNDAI MAKE
APPLICATION DIRECTLY TO EX-IM BECAUSE EQUIPMENT SALES
INVOLVE MORE THAN ONE U.S. SUPPLIER. LETTER INDICATES
SPECIFIC INFORMATION EX-IM MUST HAVE FROM HYUNDAI,
INCLUDING FULL DETAILS OF COST, FINANCING, EQUITY
CONTRIBUTIONS AND PROJECTED FINANCIAL STATEMENTS FOR

BOTH HYUNDAI INTERNATIONAL AND THE CHANGWON PLANT FOR FIVE YEARS. TO DATE, EX-IM HAS RECEIVED NO RPT NO RESPONSE FROM HYUNDAI AND IS THEREFORE TAKING NO ACTION. (DEPARTMENT POUCHING COPY OF EX-IM LETTER.)

3. ON HYUNDAI CAPROLACTUM PLANT, HEIDRICH INDICATED HE APPROACHED BY HYUNDAI ONLY ON PRELIMINARY BASIS. APPLICATION DIRECTLY TO EX-IM (INCLUDING SAME INFORMATION) WILL BE REQUIRED ON THAT PROJECT. VANCE

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Message Attributes

Automatic Decaptioning: Z
Capture Date: 01-Jan-1994 12:00:00 am
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: CONSTRUCTION, INVESTMENT GUARANTEES, INDUSTRIAL PLANTS
Control Number: n/a
Copy: SINGLE
Sent Date: 04-Nov-1977 12:00:00 am
Decaption Date: 22 May 2009
Decaption Note: 25 YEAR REVIEW
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 22 May 2009
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1977STATE264309
Document Source: CORE
Document Unique ID: 00
Drafter: BPORTER:JCM
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Expiration:
Film Number: D770407-0185
Format: TEL
From: STATE
Handling Restrictions:
Image Path:
ISecure: 1
Legacy Key: link1977/newtext/t19771194/aaaadcnt.tel
Line Count: 71
Litigation Code IDs:
Litigation Codes:
Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: 9a0c2e22-c288-dd11-92da-001cc4696bcc
Office: ORIGIN EA
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: STADIS
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
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Reference: 77 SEOUL 9288
Retention: 0
Review Action: RELEASED, APPROVED
Review Content Flags:
Review Date: 24-Feb-2005 12:00:00 am
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Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
SAS ID: 710373
Secure: OPEN
Status: NATIVE
Subject: HYUNDAI INTERNATIONAL PROJECT GUARANTEES
TAGS: ECON, BENC, KS, US, XMB
To: SEOUL
Type: TE
vdkgvwkey: odb://SAS/SAS.dbo.SAS_Docs/9a0c2e22-c288-dd11-92da-001cc4696bcc
Review Markings:
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